

TRANSMITTAL SLIP		DATE <b>29 JAN 1982</b>
TO: <i>SAID</i>		
ROOM NO. <i>7813</i>	BUILDING <i>Ng</i>	
REMARKS:		
FROM: <i>[Signature]</i>		
ROOM NO.	BUILDING	EXTENSION

FORM NO. 241  
1 FEB 55

REPLACES FORM 36-8  
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29 January 1982

MEMORANDUM FOR:

FROM:

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SUBJECT: HPSCI Hearings Re Proprietaries

1. HPSCI staff (Latimer/O'Neil/Long/Bush/Giza and Annette Smiley) has asked to be briefed on the handling of Agency "proprieties". The staff has set aside 1330 - 1530 hours on 9 February for the briefing.

2. Tom Latimer specified that the staff is anxious to get a "full back-ground" briefing on the subject. In his words they want to "learn as much as we can" about the operation of proprietaries. Tom mentioned some of the following items he'd like covered:

- how proprietaries work;
- types/kinds of proprietaries;
- how proprietary monies are handled, accounted for;
- how any money generated by proprietaries as profit is handled;
- how proprietary money is kept separate from other CIA funds;
- how the Agency monitors proprietaries; and,
- (with reference to the Wilson-Terpil affair), how the Agency monitors, controls the officers it has in charge of proprietaries.

3. The last Committee interest in proprietaries--to my knowledge--was the rather in-depth examination of these entities done in conjunction with charter legislation. This review generated some specific statutory language in the charter legislation. (Reference: Section 423, Title IV, S2284, 96th Congress; see attached). From my perspective, I sense a keen interest in this subject among the staff. I'd appreciate your help in arranging appropriate briefers for the 9 February date.

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Attachment  
As stated

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